

Message Text

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PAGE 01 STATE 165264

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ORIGIN NEA-16

INFO OCT-01 EUR-25 ISO-00 EB-11 FRB-03 TRSE-00 SEC-03

CIAE-00 INR-11 NSAE-00 RSC-01 /071 R

DRAFTED BY NEA/IAI:EWBIZIC:SKG

APPROVED BY NEA/IAI:WBSMITHII

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R 301935Z JUL 74

FM SECSTATE WASHDC

TO AMEMBASSY TEL AVIV

INFO AMEMBASSY LONDON

C O N F I D E N T I A L STATE 165264

E.O. 11652: GDS

TAGS: EFIN, IS

SUBJECT: ISRAEL-BRITISH BANK LTD. FAILURE

REF: STATE 151268 AND TEL AVIV 4100 AND 4255

1. MARK PADEN OF NORTH CAROLINA NATIONAL BANK HAS ASKED DEPT FOR LATEST INFORMATION AVAILABLE ON BANK OF ISRAEL ATTITUDE TOWARD IBB SUBSIDIARY IN UK. PADEN SAID HE UNDERSTANDS BOI WILL GUARANTEE FOREIGN CREDITORS TO ISRAELI BANK BUT NOT TO UK BRANCH. PADEN SAID HE HAS SEEN REPORT THAT UK HAS WITHDRAWN IBB FOREIGN EXCHANGE LICENSE WHICH MIGHT LEAD TO BANK'S ULTIMATE COLLAPSE.

2. FYI - ISRAELI EMBASSY ECON COUNSELOR RAF TOLD DEPTOFF THAT MERRILL-LYNCH BROKERAGE FIRM HAD SIZEABLE TIME DEPOSITS IN UK SUBSIDIARY. RAF ALSO OPINED THAT IBB

FAILURE MIGHT ADVERSELY AFFECT FOREIGN EXCHANGE DEPOSITS IN ISRAEL OF NONRESIDENTS.

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ASSETS, BANK BRANCHES, BANKRUPTCIES
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Copy: SINGLE
Draft Date: 30 JUL 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: boyleja
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Reference: STATE 151268 AND TEL AVIV 4100 AND 4, 255
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Review Authority: boyleja
Review Comment: n/a
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Review Event:
Review Exemptions: n/a
Review History: RELEASED <25 JUN 2002 by boyleja>; APPROVED <24 FEB 2003 by boyleja>
Review Markings:

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30 JUN 2005

Review Media Identifier:
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Review Release Event: n/a
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Review Withdrawn Fields: n/a
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Subject: ISRAEL-BRITISH BANK LTD. FAILURE
TAGS: EFIN, IS, ISRAEL-BRITISH BANK LTD, BANK OF ISRAEL, (PADEN, J MARK)
To: TEL AVIV
Type: TE
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